



State of Tennessee

Health Services and Development Agency

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AGENDA

Legislative Cordell Hull State Office Building
House Hearing Room II
425 5th Avenue North
Nashville, TN

Wednesday, December 12, 2018

8:30 a.m. CDT

- I. CALL TO ORDER
- II. ROLL CALL – **9 present:** Jordan, Gaither, Korth, Patric, Brown, Chinn, Harding, Alsup, Scarboro.
Mr. Ridgway arrived at 8:40 a.m. after roll call.
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. EXECUTIVE DIRECTOR SEARCH
A. Agency considered candidates
- V. October 24, 2018 MINUTES APPROVAL
- VI. STATE HEALTH PLAN UPDATE
Jeff Ockerman, Director of Health Planning, Department of Health
- VII. CONSENT CALENDAR

APPROVED

**Motion: Dr. Patric
2nd- Ms. Harding
(10-0-0)**

A. West Cancer Center, Germantown (Shelby County), TN - CN1808-038

The initiation of linear accelerator and PET/CT services at 7945 Wolf River Boulevard, Germantown (Shelby County), TN 38138. The West Cancer Center is currently a collaboration between Methodist Le Bonheur Healthcare (Methodist), the University of Tennessee Health Science Center (UT), and the West Clinic. The medical equipment subject to this application are two linear accelerators and one PET/CT scanner that are presently used for cancer diagnosis and treatment for West Cancer Center patients. The business relationship between the three parties will end effective January 1, 2019. The applicant plans to purchase the existing site and medical equipment from Methodist Le Bonheur Healthcare, thereby becoming the sole owner, and continuing its use as part of the West Cancer Center. If approved, the medical equipment owned by Methodist will be transferred to the West Clinic. The estimated project cost is \$12,017,055.02.

VIII. CERTIFICATE OF NEED APPLICATIONS

<p>Withdrawn</p>	<p>A. Urologic Surgery Center, Knoxville (Knox County), TN - CN1807-029</p> <p>The establishment of a single specialty ASTC with 2 operating rooms and 5 procedure rooms limited to urological cases by physicians of TN Urology Associates d/b/a TN Urology Associates. The ASTC will be located at an unaddressed site at Global Way in the Century Park office district in Knoxville (Knox County), TN. The applicant is owned by Urology Surgical Center of Knoxville, LLC which is owned by TN Urology Associates. The estimated project cost is \$12,076,243.</p>
<p><i>Ms. Brown Recused</i></p> <p>Deny</p> <p>Motion: Mr. Korth 2nd- Mr. Chinn (9-0-0)</p>	<p>B. Mid-South Imaging Center, Jackson (Madison County), TN – CN1808-036</p> <p>The establishment of an Outpatient Diagnostic Center (ODC), initiation of MRI services, and acquisition of a new fixed 1.5 Tesla MRI unit in a 15,000 SF building to be constructed at an unaddressed site on the east side of Exeter Road, approximately 250 feet south of its intersection with Oil Well Road, Jackson (Madison County), TN. The proposed ODC will also offer MRI, CT, ultrasound, and X-ray, including fluoroscopy. The estimated project cost is \$8,680,632.73.</p>
<p>APPROVED</p> <p>Motion: Ms. Jordan 2nd- Dr. Patric (10-0-0)</p>	<p>C. New Hope Treatment Center, Newport (Cocke County), TN – CN1807-034</p> <p>The establishment of a non-residential based treatment center for opiate addiction to be located at 135 Fox and Hound Way, Newport (Cocke County), TN. The estimated project cost is \$554,000.</p>
<p>APPROVED</p> <p>Motion: Dr. Patric 2nd- Ms. Jordan (10-0-0)</p>	<p>D. NHC Healthcare, Kingsport, Kingsport (Sullivan County), TN – CN1809-041</p> <p>The addition of 30 Medicare certified skilled nursing beds to an existing 60 bed nursing home at 2300 Pavilion Drive, Kingsport (Sullivan County), TN. The estimated project cost is \$3,516,102.</p>
<p>APPROVED</p> <p>Motion: Dr. Patric 2nd- Ms. Harding (9-1-0)</p>	<p>E. Goshen Hospice and Palliative Care LLC, Memphis (Shelby County), TN - CN1809-042</p> <p>The establishment of a home care organization and initiation of hospice services. The hospice’s principal office will be at 3949 Whitebrook Drive, Memphis, (Shelby County), TN. The estimated project cost is \$210,000.</p>
<p>DENIED</p> <p>Motion: Dr. Patric 2nd- Mr. Alsup (5-5-0)</p>	<p>F. Memphis Comprehensive Treatment Center, Memphis (Shelby County), TN - CN1809-043</p> <p>The establishment of a non-residential substitution based treatment center for opiate addiction to be located at 3960 Knight Arnold Road, Suite 117, Memphis (Shelby County), TN 38118 The estimated project cost is \$1,012,949.</p>

<p><i>Mr. Ridgway Recused</i></p> <p>APPROVED</p> <p>Motion: Ms. Jordan 2nd- Ms. Brown (9-0-0)</p>	<p>G. Reeves Eye Surgery Center, Johnson City (Washington County), TN - CN1809-044</p> <p>The conversion of an ambulatory surgical treatment center (ASTC) limited to ophthalmology and pain management to a multi-specialty ASTC. The ASTC is located at 2328 Knob Creek Road, Suite 500, Johnson City (Washington County), TN. The estimated project cost is \$100,000.</p>
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IX. GENERAL COUNSEL REPORT

<p><i>Mr. Ridgway Recused</i></p> <p>APPROVED</p> <p>Motion: Dr. Patric 2nd- Mr. Chinn (9-0-0)</p>	<p>A. Tennessee Orthopedics, P.C., Lebanon, (Wilson County), TN - CN1605-019AM</p> <ul style="list-style-type: none"> • Request for 38% cost increase, from \$2,720,555 to \$3,769,684 <p>Unanimously approved on 10/26/2016 for the establishment of a Multi-Specialty ASTC with three operating rooms and one procedure room. The project has been completed.</p>
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<p>APPROVED</p> <p>Motion: Ms. Jordan 2nd- Ms. Harding (10-0-0)</p>	<p>B. Tennova Healthcare, Lebanon f/k/a University Medical Center, Lebanon (Wilson County), TN - CN1510-042A</p> <ul style="list-style-type: none"> • Request for 2 year extension, from 3/1/2019 to 3/1/2021 <p>Approved on 1/27/2016 for the relocation of two adult psychiatric units representing a total of 49 licensed beds (both staffed at 16 beds each), and one rehabilitation unit representing 26 licensed beds (staffed at 10 beds) from the current satellite location located 3 miles away at McFarland Specialty Hospital 500 Park Avenue, Lebanon, TN to its main campus located at 1411 Baddour Parkway, Lebanon, Tennessee 37087. Renovations of the surgery and endoscopy areas located at the main UMC campus are also included in this proposed project.</p>
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<p>APPROVED</p> <p>Motion: Mr. Ridgway 2nd- Ms. Brown (10-0-0)</p>	<p>C. LP Johnson City, LLC, Johnson City (Washington County), TN - CN1609-032A</p> <ul style="list-style-type: none"> • Request for 3 month extension, from 2/1/2019 to 5/1/2019 <p>Unanimously approved on 12/14/2016 for the construction of a 47 bed replacement nursing home to be located at 401 Princeton Road, Johnson City, TN on the campus of the former Northside Hospital. The new nursing home will relocate and replace, respectively, two Mountain States Health Alliance nursing homes, the 34-bed Princeton Transitional Care located within Johnson City Medical Center at 400 North State of Franklin Road, Johnson City and Franklin Transitional Care, which holds an inactive license for a 13-bed nursing home also at 400 North State of Franklin Road, Johnson City, TN.</p>
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<p>APPROVED</p> <p>Motion: Dr. Patric 2nd- Mr. Chinn (10-0-0)</p>	<p>D. Collins Chapel Health and Rehabilitation Center, Memphis (Shelby County) TN- CN1202-011AEEEE</p> <ul style="list-style-type: none"> • Request for 1 year extension, from 2/1/2019 to 2/1/2020 <p>Unanimously approved on 6/27/2012 for the establishment of a 28 bed skilled nursing facility in which all beds will be dually certified for Medicare and Medicaid at 409 Ayers Street, Memphis, Tennessee 38105.</p> <ul style="list-style-type: none"> • 1 year extension approved on 2/26/2014 • 18 month extension approved on 5/27/2015 • 1 year extension approved on 12/14/2016 • 1 year extension, to 2/1/2019, approved on 12/13/2017
	<p>E. Contested Case Update</p>

X. OTHER BUSINESS

A. Quality Measures/Annual Continuing Need Report Update

XI. ADJOURNMENT